ARIZONA CORPORATION COMMISSION <u>UTILITIES DIVISION</u>

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY



W-04264A Woodruff Water Company, Inc. 4250 N. Drinkwater Blvd., 4th Fl.-Scottsdale, AZ 85251-3900 ---

2555 E. Camelback Rd. #700 Phoenix, Arizona 85016

RECEIVED

APR 1 3 2007

AZ CORP COMM Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12 31 2006

FOR COMMISSION USE

ANN 04

06

PROCESSED BY:

SCANNED

<u>C</u> (OMPANY INFORMATIO	<u>N</u>
Company Name (Business Name) _	Woodruff Water Company	
Mailing Address 2555 E Came1b	ack Road, Suite 700	
(Street)		
Phoenix	AZ	85016
(City)	(State)	(Zip)
(602) 956-7200	(602) 956-2313	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
Local Office Mailing Address2555	E Camelback Road, Suite 70 (Street)	00
Phoenix	AZ	85016
(City)	(State)	(Zip)
(602) 956-7200	(602) 956-2313	
(602) 956–7200 Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
MAN	AGEMENT INFORMAT	<u>ION</u>
Management Contact: Brian	Hall	General Manager
	(Name)	(Title)
2555 E Camelback	Road, Suite 700, Phoenix, A	AZ 85016
(Street)	(City)	(State) (Zip)
((00) 05(7000	(602) 056 2212	((00) 5/0 0(00

Management Conta	ict: Brian	Hall		General Ma	nager
		(Name)			(Title)
2555	E Camelback R	pad, Suite 70	00, Phoenix, A	AZ 85016	
(Street)		(City)		(State)	(Zip)
(602) 956-7200	(602)	956-2313	(480)	540-8638
Telephone No. (Include Are	ea Code)	Fax No. (Inc	lude Area Code)	Pager/Cell N	o. (Include Area Code)
Email Address bha1	<u>l@pivotalgroup</u>	. com			
On Site Manager:					
}		(Name)			
(Street)		(City)		(State)	(Zip)
Telephone No. (Include Are	:a Code)	Fax No. (Inc.)	ude Area Code)	Pager/Cell No	o. (Include Area Code)
Email Address					

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: David L. Lansk		cyre
	(Name)	
2901 N Central Ave	nue Phoenix (City)	AZ 85012
,		(State) (Zip)
(602) 285–5130 Telephone No. (Include Area Code)	(602) 285–5100 Fax No. (Include Area Code	(602) 318-7520
reiephone ivo. (include Area Code)	Pax No. (include Area Code	Pager/Cell No. (Include Area Code)
Attorney: Jeffrey W. Crockett,		
	(Name)	
One Arizona Center	400 E Van Buren	Phoenix, AZ 85004
(Street)	(City)	(State) (Zip)
(602) 382-6234	(602) 382-6070	(602) 999-4188
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Please mark this box if the above ad	dress(es) have changed or are up	<u> </u>
Check the following box that applies to yo	our company:	
☐ Sole Proprietor (S)	X C Corporation (C)	(Other than Association/Co-op)
Partnership (P)	Subchapter S Corp	oration (Z)
☐ Bankruptcy (B)	Association/Co-op (A)
Receivership (R)	Limited Liability C	ompany
Other (Describe)		
	COUNTIES SERVED	
Check the box below for the county/ies in	which you are certificated to prov	ide service:
□ АРАСНЕ	☐ COCHISE	☐ COCONINO
☐ GILA	☐ GRAHAM	☐ GREENLEE
☐ LA PAZ	☐ MARICOPA	
☐ NAVAJO	□ РІМА	X PINAL
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUMA
☐ STATEWIDE		

UTILITY PLANT IN SERVICE

Acct.		Original	Accumulated	O.C.L.D.
No.	DESCRIPTION	Cost (OC)	Depreciation (AD)	(OC less AD)
301	Organization	4,310	_	4,310
302	Franchises	368,107	_	368,107
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	45,254	1,508	43,746
340	Office Furniture and Equipment			
341	Transportation Equipment	13,647	1,024	12,623
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	431,318	2,532	428,786

This amount goes on the Balance Sheet Acct. No. 108-

^{*}Depreciation is calculated using 1/2 year convention,

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	4,310	_	_
302	Franchises	368,107	_	_
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and \$tandpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices	·		
339	Other Plant and Misc. Equipment	45,254	3%	1,508
340	Office Furniture and Equipment			
341	Transportation Equipment	13,647	8%	1,024
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	431,318	1%	2,532

This amount goes on the Comparative Statement of Income and Expense ______Acct. No. 403.

BALANCE SHEET

Acct		BALANCE AT BEGINNING OF	BALANCE AT END OF
	ASSETS	PRIOR YEAR	YEAR
	CURRENT AND ACCRUED ASSETS	,	
131	Cash	\$ -	\$ 18,733
134	Working Funds		_
135	Temporary Cash Investments		_
141	Customer Accounts Receivable		4,736
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		_
162	Prepayments		_
174	Miscellaneous Current and Accrued Assets		_
	TOTAL CURRENT AND ACCRUED ASSE	STS \$ -	\$ 23,469
	FIXED ASSETS		
101	Utility Plant in Service	\$ -	\$ 431,318
103	Property Held for Future Use		431,310
105	Construction Work in Progress		331,418
108	Accumulated Depreciation – Utility Plant		(2,532)
121	Non-Utility Property		(=,)
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ _	\$ 760,204
	TOTAL ASSETS	\$ _	\$ 783,673

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE BEGINNIN YEAR	GOF	BALANCE AT END OF YEAR
	CURRENT LIABILITES			
231	Accounts Payable	\$	_ 9	58,134
232	Notes Payable (Current Portion)	Ψ	4	90,134
234	Notes/Accounts Payable to Associated Compa	nies		
235	Customer Deposits			
236	Accrued Taxes		<u></u>	· · · · · · · · · · · · · · · · · · ·
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities	3		· · · · · · · · · · · · · · · · · · ·
	TOTAL CURRENT LIABILITIES	\$	_ 3	58,134
	LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$	- 5	S -
	DEFERRED CREDITS			
251	Unamortized Premium on Debt	\$	- 9	\
252	Advances in Aid of Construction	Ψ	- 4	·
255	Accumulated Deferred Investment Tax Credit	S		
271	Contributions in Aid of Construction			_
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			_
	TOTAL DEFERRED CREDITS	\$	_ 3	-
	TOTAL LIABILITIES	\$	_ 3	58,134
	CAPITAL ACCOUNTS			
201	Common Stock Issued	\$	_ 3	5 10
211	Paid in Capital in Excess of Par Value			838,929
215	Retained Earnings			(113,400)
218	Proprietary Capital (Sole Props and Partnershi			
	TOTAL CAPITAL	\$	_	725,539
	TOTAL LIABILITIES AND CAPIT.	AL \$	_ (783,673

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ -	\$ 7,191
460	Unmetered Water Revenue		1
474	Other Water Revenues		
	TOTAL REVENUES	\$ -	\$ 7,191
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$20,166
610	Purchased Water		
615	Purchased Power		4,130
618	Chemicals		
620	Repairs and Maintenance		188
621	Office Supplies and Expense		
630	Outside Services		90,524
635	Water Testing		
641	Rents		
650	Transportation Expenses		575
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		2,476
403	Depreciation Expense		2,532
408	Taxes Other Than Income		
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ -	\$120,591
-	OPERATING INCOME/(LOSS)	\$ -	\$ (113,400)
<u> </u>	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ -	\$ _
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ -	\$ -
	NET INCOME/(LOSS)	\$ -	\$ (113,400)

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	Τ	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	-				
Source of Loan					
ACC Decision No.					
Reason for Loan					
Dollar Amount Issued	\$		\$	\$	\$
Amount Outstanding	\$		\$	\$	\$
Date of Maturity				1	
Interest Rate		%	%	%	%
Current Year Interest	\$		\$	\$	\$
Current Year Principle	\$		\$	\$	\$

Meter Deposit Balance at Tes	t Year End	\$
Meter Deposits Refunded Dur	ing the Test Year	\$

COMPANY NAME	Woodruff Water	Company	
Name of System		ADEQ Public Water System Number (if applicable)	

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-621828	250	1760	1230	14" Liner	10"	1963
						<u>.</u>

^{*} Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUM	IPS	FIRE HYDRANTS		
Horsepower	Quantity	Quantity Standard	Quantity Other	
	-0-	-0-	-0-	

Quantity	~ •.	
Quantity	Capacity	Quantity
-0-	1,000 gal	1
	20,000 gal	1
	-0-	

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Woodruff Water	Company
Name of System		ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Leng	th (in feet)
2	PVC	156	0
3			
4	PVC	35	0
5			
6			
8			
10			l
12	PVC	121	5
15	PVC	7.5	0
		·	
	and the second s		
		1	

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ³ / ₄	
3/4	4
1	
1 1/2	
2	
Comp. 3	
Turbo 3	,
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:	
None, under design	
STRUCTURES:	
None under design	
i	
i	
OWATER	
OTHER:	

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Woodruff Water	Company
Name of System		ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY				
FEBRUARY				
MARCH				
APRIL	4	97.2	97.2	
MAY	4	96.2	96.2	
JUNE	4	101.5	101.5	
JULY	5	469.3	469.3 *	
AUGUST	4	64.6	64.6	
SEPTEMBER	4	65.4	65.4	
OCTOBER	4	65.5	65.5	
NOVEMBER	4	84.4	235-4 **	
DECEMBER	4	83.9	83.9	
*Sale of Construction Water **Well Pump Efficiency Test	TOTALS>	1,128.0	1,279.0	0

What is the level of a (If more than one well, ple		h well on your system? arately.)	0.011	mg/l	
If system has fire hyd	lrants, what i	s the fire flow requirem	ent?	_GPM for _	hrs
If system has chlorin () Yes		nt, does this treatment s	system cl	alorinate con	atinuously?
Is the Water Utility let (X) Yes	ı	ADWR Active Managem	ient Are	a (AMA)?	
Does the Company h () Yes	I.	R Gallons Per Capita Pe	r Day (C	GPCPD) requ	iirement?
If yes, provide the Gl	PCPD amoun	t:			

151,000 gal.

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Woodru	ff Water Company	YEAR ENDING 12/31/2006
	PROPER	TY TAXES
Amount of actual property taxes	paid during Calendar	Year 2006 was: \$0
Attach to this annual report prooproperty tax payments) of any ar		ls stamped "paid in full" or copies of cancelled checks for aid during the calendar year.
If no property taxes paid, explain	why. Utility co	urrently owns no land. Land is subject of
non-contingent purchase	contract. There ha	as been no assessment in this year.
		 .
		-

VERIFICATION AND SWORN STATEMENT Taxes

RECEIVED

APR 1 3 2007

AZ CORP COMM

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

	Ulrector Liti	litias
	DUNTY OF (COUNTY NAME)	
	Maricopa	
•	NAME (OWNER OR OFFICIAL) TITLE Richard K. Garner, Sec/Treasurer	
	COMPANY NAME	
	Woodruff Water Company	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

SEL TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

134

DAY OF

MONTH Seprel

COUNTY NAME

,20<u>0</u>7 r

(SEAL)

MY COMMISSION EXPIRES

1/08/2010

SIGNATURE OF NO FARY PUBLIC

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported		0
Estimated or Actual Federal Tax Liability	ty [0

State Taxable Income Reported	0
Estimated or Actual State Tax Liability	0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	0
Amount of Gross-Up Tax Collected	0
Total Grossed-Up Contributions/Advance	es <u> </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

PECEIVED

VERIFICATION AND SWORN STATEMENT

SWORN STATEMENT Intrastate Revenues Only APR 1 3 2007

AZ CORP COMM Director Utilities

VERIFICATION	
	COUNTY OF (COUNTY NAME)
STATE OF Arizona	Maricopa
	NAME (OWNER OR OFFICIAL) TITLE
I, THE UNDERSIGNED	Richard K. Garner, Sec/Treasurer
	COMPANY NAME
OF THE	Woodruff Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

VEDIETO A TION

MONTH DAY YEAR
12 31 2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$_7,190.63

(THE AMOUNT IN BOX ABOVE INCLUDES \$636.02
IN SALES TAXES BILLED, OR COLLECTED)

7200

TELEPHONE NUMBER

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

134

DAY OF

MONTH A

,2007

SIGNATURE OF NOTARY PUBLIC

602-956

(SEAL)

MY COMMISSION EXPIRES

108/2010

BONNIE BINGMAN
Notary Public, State of Arizona
Maricopa County
My Commission Expires
November 08, 2010

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

RECEIVED

APR 1 3 2007

		Intrastate Reve	nues Only	Υ
VERIFICATION				AZ CORP COMM
				Director Utilities
OTATE OF ADIZONA				
STATE OF ARIZONA	COUNTY OF (COL	ntyname) Marico	D.3	
	NAME (OWNER O		ра	TITLE
I, THE UNDERSIGNED		K. Garner		Sec/Treasurer
	COMPANY NAME	i — — ;		
OF THE	Woodruff	Water Company		
DO SAY THAT THIS ANNUA	AL UTILITY	REPORT TO TI	HE ARIZO	ONA CORPORATION COMMISSION
	MONTH		YEAR	
FOR THE YEAR ENDING	12		2006	
TOK THE TEXA ENDING	12	31 7	2000	
TIAC DEEN DDEDAD	en Haned	MV DIDECTION	J FDOM	THE ORIGINAL BOOKS, PAPERS AND
				EXAMINED THE SAME, AND DECLAR
				ENT OF BUSINESS AND AFFAIRS OF SAIL
				RT IN RESPECT TO EACH AND EVERY
				MY KNOWLEDGE, INFORMATION ANI
	G SEL FOR	TH, TO THE B	ESI OF	MY KNOWLEDGE, INFORMATION AND
BELIEF.				
	,			
SWORN STATEMENT				
				TLE 40, ARTICLE 8, SECTION 40-401.01
				RTED THAT THE GROSS OPERATING
				A INTRASTATE UTILITY OPERATIONS
RECEIVED FROM RE	SIDENTIAL	CUSTOMERS DI	JRING CA	ALENDAR YEAR 2006 WAS:
ARIZONA INTRASTATE GROSS	OPERATING R	EVENUES		OUNT IN BOX AT LEFT
				ES\$ 268.46
\$_3,020.83			IN SALE	S TAXES BILLED, OR COLLECTED)
				. 1
				$I \neq \Lambda$
*RESIDENTIAL REVENU		l '		rican The
MUST INCLUDE SALES	TAXES BILL	LED.	[SIGNATURE OF OWNER OR OFFICIAL
				project and of the project of the pr
		/		602-956-7200
		. `		TELEPHONE NUMBER
SUBSCRIBED	AND SWOR	N TO BEFORE M	E	NOTARY PUBLIC NAME
		TAR THE CAL		COUNTY NAME
A NOTARY PU	BLIC IN AN	D FOR THE COU	NIY OF	Maricosa
	1244	DAY OF	•	
THIS	107	DAY OF	Γ	MONTH (Dr.) ,2007
				// / /
(SEAL)		, ,	<u></u>	\mathcal{K}_{α}
		1-11/2/2	$X \angle$	denne Jen
MY COMMISS	ION EXPIRE	s 11/08/2010		SIGNATURE OF MOTARY PURLIC

BONNIE BINGMAN Notary Public, State of Arizona

Maricopa County
My Commission Expires
November 08, 2010